

**FORM  
INSP**Rev  
X/20**State of Colorado  
Oil and Gas Conservation Commission**1120 Lincoln Street, Suite 801, Denver, Colorado 80203  
Phone: (303) 894-2100 Fax: (303) 894-2109

Inspection Date:

12/29/2021

Submitted Date:

12/30/2021

Document Number:

688311819**FIELD INSPECTION FORM**Loc ID 387162 Inspector Name: Sherman, Susan On-Site Inspection ☐ 2A Doc Num: \_\_\_\_\_**Operator Information:**OGCC Operator Number: 10112Name of Operator: FOUNDATION ENERGY MANAGEMENT LLCAddress: 5057 KELLER SPRINGS RD STE 650City: ADDISON State: TX Zip: 75001**Status Summary:**

- ☐ THIS IS A FOLLOW UP INSPECTION
- ☐ FOLLOW UP INSPECTION REQUIRED
- ☐ NO FOLLOW UP INSPECTION REQUIRED

**Findings:**11 Number of Comments2 Number of Corrective Actions☒ Corrective Action Response Requested**ANY CORRECTIVE ACTION(S) FROM  
PREVIOUS INSPECTIONS THAT HAVE NOT  
BEEN ADDRESSED ARE STILL APPLICABLE****Contact Information:**

| Contact Name      | Phone          | Email                           | Comment                         |
|-------------------|----------------|---------------------------------|---------------------------------|
| Foundation Energy | (866) 767-3600 | regulatory@foundationenergy.com | <a href="#">All Inspections</a> |
| Shalberg, Greg    | (719) 688-3547 | gregshalberg@aol.com            |                                 |
| Beard, Alyssa     |                | ABeard@foundationenergy.com     |                                 |

**Inspected Facilities:**

| Facility ID | Type | Status | Status Date | Well Class | API Num   | Facility Name  | Insp Status |
|-------------|------|--------|-------------|------------|-----------|----------------|-------------|
| 218293      | WELL | PR     | 10/01/2021  | OW         | 073-06278 | STEGAS 34-15 2 | PR          |

**General Comment:**[Routine Field Inspection](#)[2021 Form 17 is submitted.](#)[Engine oil leak, stuffing box leak, produced water tank leak \(see attached photos\).](#)[Location is still fenced and IR is mostly complete with good native vegetation in pasture. Top soil pile is still present and a soil pile with plastic is near where the drill pit was located and needs to be closed/cleaned up.](#)

**Location**Overall Good: ☒**Signs/Marker:**

|                    |                      |       |  |
|--------------------|----------------------|-------|--|
| Type               | WELLHEAD             |       |  |
| Comment:           |                      |       |  |
| Corrective Action: |                      | Date: |  |
| Type               | CONTAINERS           |       |  |
| Comment:           |                      |       |  |
| Corrective Action: |                      | Date: |  |
| Type               | TANK LABELS/PLACARDS |       |  |
| Comment:           |                      |       |  |
| Corrective Action: |                      | Date: |  |

**Emergency Contact Number:**

Comment: 866-767-3600

Corrective Action:

Date: \_\_\_\_\_

**Good Housekeeping:**

|                    |  |       |            |
|--------------------|--|-------|------------|
| Type               | OTHER  |       |            |
| Comment:           | Engine leaking on ground (see attached photo).   |       |            |
| Corrective Action: | Non E&P Waste not properly stored, handled, transported, treated, or disposed per Rule 906. Require appropriate cleanup. | Date: | 02/01/2022 |

Overall Good: ☐**Spills:**

|      |      |        |  |  |
|------|------|--------|--|--|
| Type | Area | Volume |  |  |
|------|------|--------|--|--|

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

|                    |           |       |  |
|--------------------|-----------|-------|--|
| Type               | PUMP JACK |       |  |
| Comment:           |           |       |  |
| Corrective Action: |           | Date: |  |
| Type               | LOCATION  |       |  |
| Comment:           |           |       |  |
| Corrective Action: |           | Date: |  |

**Equipment:**

|                    |   |       |                 |
|--------------------|---|-------|-----------------|
| Type: Pump Jack    | # 1   |       | corrective date |
| Comment:           | Stuffing box leaking (see attached photo). Maintain equipment/new rubbers needed. |       |                 |
| Corrective Action: |   | Date: |                 |
| Type: Prime Mover  | # 1   |       |                 |
| Comment:           | gas engine, propane   |       |                 |

|                    |                                    |       |  |
|--------------------|------------------------------------|-------|--|
| Corrective Action: |                                    | Date: |  |
| Type: Bradenhead   | # 1                                |       |  |
| Comment:           | 2021 Form 17 is in COGCC database. |       |  |
| Corrective Action: |                                    | Date: |  |

**Tanks and Berms:**

| Contents           | # | Capacity | Type      | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CRUDE OIL          | 1 | 400 BBLS | STEEL AST |         | ,      |
| Comment:           |   |          |           |         |        |
| Corrective Action: |   |          |           |         | Date:  |

**Paint**

|                  |          |  |
|------------------|----------|--|
| Condition        | Adequate |  |
| Other (Content)  |          |  |
| Other (Capacity) |          |  |
| Other (Type)     |          |  |

**Berms**

| Type               | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Earth              | Adequate |                     |                     |             |
| Comment:           |          |                     |                     |             |
| Corrective Action: |          |                     |                     | Date:       |

| Contents           | #   | Capacity | Type      | Tank ID | SE GPS           |
|--------------------|---|----------|-----------|---------|------------------|
| PRODUCED WATER     | 2   | 400 BBLS | STEEL AST |         | ,                |
| Comment:           | Tanks leak and/or have integrity issues (see attached photos). Check valve on middle tank, test/fix/replace end tank. |          |           |         |                  |
| Corrective Action: | Inspect, maintain and repair tanks to comply with rule 609.b.   |          |           |         | Date: 02/01/2022 |

**Paint**

|                  |          |  |
|------------------|----------|--|
| Condition        | Adequate |  |
| Other (Content)  |          |  |
| Other (Capacity) |          |  |
| Other (Type)     |          |  |

**Berms**

| Type               | Capacity                           | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|------------------------------------|---------------------|---------------------|-------------|
|                    |                                    |                     |                     |             |
| Comment:           | same earth berms as crude oil tank |                     |                     |             |
| Corrective Action: |                                    |                     |                     | Date:       |

**Wells Served By Facilities Above**

|            |
|------------|
| API Number |
| 073-06278  |

**AirsID**

|            |        |
|------------|--------|
| API Number | AirsID |
|------------|--------|

**Venting:**

|          |    |  |
|----------|----|--|
| Yes/No   | NO |  |
| Comment: |    |  |

|                    |  |       |  |
|--------------------|--|-------|--|
| Corrective Action: |  | Date: |  |
|--------------------|--|-------|--|

**Flaring:**

|                    |       |
|--------------------|-------|
| Type               |       |
| Comment:           |       |
| Corrective Action: | Date: |

**Location Construction**

Location ID: 218293 CDP: \_\_\_\_\_

Comment: \_\_\_\_\_

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_

**Form 2A COAs:**

**Comment:** No problems seen.

Corrective Action: \_\_\_\_\_ Date: \_\_\_\_\_

**Wildlife BMPs:**

**Comment:** \_\_\_\_\_

Corrective Action: \_\_\_\_\_ **Date:** \_\_\_\_\_

**Comment:** \_\_\_\_\_

**Corrective Action:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**On Site Inspection (305):**Surface Owner Contact Information:

Name: \_\_\_\_\_ Address: \_\_\_\_\_

Phone Number: \_\_\_\_\_ Cell Phone: \_\_\_\_\_

Operator Rep. Contact Information:

Landman Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_

Date Onsite Request Received: \_\_\_\_\_ Date of Rule 306 Consultation: \_\_\_\_\_

Request LGD Attendance: \_\_\_\_\_

LGD Contact Information:

Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_ Agreed to Attend: \_\_\_\_\_

Summary of Landowner Issues:

|  |
|--|
|  |
|--|

Summary of Operator Response to Landowner Issues:

|  |
|--|
|  |
|--|

Onsite Inspection Memorandum Summarizing Discussions at Inspection as Attachment:

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|--|
|  |
|--|

**Inspected Facilities**Facility ID: 218293 Type: WELL API Number: 073-06278 Status: PR Insp. Status: PR**Producing Well**Comment: [10/1/2021 production reported to COGCC daatabase.](#)

Corrective Action:

Date:

**Attached Documents**You can go to COGCC Images (<https://cogcc.state.co.us/weblink/>) and search by document number:

| Document Num | Description                         | URL   |
|--------------|-------------------------------------|---|
| 688311823    | Foundation Energy Stegas<br>34-15 2 | <a href="http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5621613">http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5621613</a> |